

House Study Bill 77 - Introduced

HOUSE FILE _____
BY (PROPOSED COMMITTEE ON
TRANSPORTATION BILL BY
CHAIRPERSON BYRNES)

A BILL FOR

1 An Act relating to the termination or noncontinuance of an
2 agreement or franchise between motor vehicle franchisers and
3 motor vehicle dealers.
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 322A.1, subsection 11, Code 2013, is
2 amended to read as follows:

3 11. "*Termination or noncontinuance*" includes a ~~reduction~~
4 material alteration of the geographic area of a community.

5

EXPLANATION

6 This bill relates to the termination or noncontinuance of
7 an agreement or franchise between a motor vehicle franchiser
8 and a motor vehicle dealer. The bill amends the scope of the
9 definition of "termination or noncontinuance" of a franchise
10 from including a reduction of the geographic area of a
11 franchisee's area of responsibility to include the material
12 alteration of the geographic area of a franchisee's area of
13 responsibility.